

Message Text

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70

ACTION TRSE-00

INFO OCT-01 EUR-25 EA-11 ISO-00 SP-03 AID-20 EB-11 NSC-07

RSC-01 CIEP-03 SS-20 STR-08 OMB-01 CEA-02 CIAE-00

COME-00 FRB-03 INR-11 NSAE-00 XMB-07 OPIC-12 LAB-06

SIL-01 H-03 L-03 PA-04 PRS-01 USIA-15 DRC-01 /180 W

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P 100125Z SEP 74

FM AMEMBASSY TOKYO

TO SECSTATE WASHDC PRIORITY 4447

AMEMBASSY BRUSSELS

C O N F I D E N T I A L TOKYO 11676

PASS TREASURY AND EXIM BANK

BRUSSELS PASS BENNETT AND CASEY

E.O. 11652: N/A

TAGS: EFIN, JA

SUBJECT: JAPAN EXIM BANK VIEWS ON EXPORT CREDITS

1. DEPUTY PRESIDENT EXIM BANK OF JAPAN MAYEKAWA CONFIDED TO FINATT DURING MEETING AT EVENING RECEPTION THAT BANK IS VERY UNHAPPY OVER LOW RATES OF INTEREST IT IS CHARGING ON MANY OF ITS LOANS AND LOSSES IT IS OBLIGED TO SUSTAIN (BANK'S JFY 1973 INCOME STATEMENT SHOWS INTEREST PAID ON BORROWINGS EXCEEDED INTEREST EARNED). MAYEKAWA AGREED THAT LOSSES WOULD CLIMB NOW THAT JAPANESE INTEREST RATES AS WELL AS BANK'S BORROWING RATE WOULD RISE (TO 8 PERCENT). LARGE CREDIT COMMITMENTS TO SOVIET UNION FOR NATURAL RESOURCES DEVELOPMENT AT LOW RATE OF INTEREST WAS HEAVY BURDEN FOR BANK TO BEAR.

2. MAYEKAWA INTIMATED THAT HE HOPED RESULTS OF BRUSSELS MEETING WOULD BE TO RAISE JAPANESE LENDING RATES SO THAT BANK WOULD NO LONGER HAVE TO SUSTAIN SUCH LARGE LOSSES.
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3. MAYEKAWA VERY MUCH REGRETTED THAT JAPANESE PRESS HAD
MISUNDERSTOOD CHAIRMAN CASEY'S REMARKS REGARDING POSSIBLE
U.S. PARTICIPTATION IN SOVIET UNION PROJECTS.
HODGSON

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: EXPORT CREDIT GUARANTEES, BANK LOANS
Control Number: n/a
Copy: SINGLE
Draft Date: 10 SEP 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: golinofr
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
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Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D740250-0944
From: TOKYO
Handling Restrictions: n/a
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ISecure: 1
Legacy Key: link1974/newtext/t19740958/aaaabwps.tel
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Office: ACTION TRSE
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
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Previous Handling Restrictions: n/a
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Review Authority: golinofr
Review Comment: n/a
Review Content Flags:
Review Date: 03 APR 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <03 APR 2002 by collinp0>; APPROVED <02 JUL 2002 by golinofr>
Review Markings:

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30 JUN 2005

Review Media Identifier:
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TAGS: EFIN, JA, XMB, (MAYEKAWA)
To: STATE BRUSSELS
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005